

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GREEN RIVER)
ELECTRIC CORPORATION FOR AN)
AMENDMENT TO PRIOR ORDERS OF THE) CASE NO. 92-247
COMMISSION AUTHORIZING ISSUANCE OF)
EVIDENCE OF INDEBTEDNESS)

O R D E R

On June 8, 1992, Green River Electric Corporation ("Green River") filed a motion seeking authorization to amend loan agreements between Green River and the National Bank for Cooperatives ("CoBank"),¹ Green River's source of supplemental long-term financing, to permit Green River to participate in new loan pricing policies adopted by CoBank. The proposed amendment to the CoBank loan agreements, which was attached as Exhibit 2 to Green River's motion, incorporates into the loan agreements modifications to CoBank's long-term fixed interest rate program and loan documentation. The modifications to the program result from CoBank's efforts to make the program more flexible as a cash management tool as well as improving the operating efficiency of the program.

The Commission, after review of the evidence of record and being otherwise sufficiently advised, finds that:

¹ Formerly the Louisville Bank for Cooperatives.

1. The borrowings evidenced by the loan agreements Green River seeks to amend have previously been approved by the Commission in the Orders referenced in Exhibit 1 to Green River's motion. The relief requested by Green River in this proceeding does not change the amount of those borrowings.

2. The proposed amendments to the CoBank loan agreements are administrative in nature and reflect changes in CoBank's long-term fixed interest rate program and loan documentation. Green River has stated that these are the only changes resulting from the proposed amendments and there will be no negative impact on Green River's cost of supplemental financing.

3. The proposed amendments to the CoBank loan agreements are for lawful objects within the corporate purposes of Green River, are necessary and appropriate for and consistent with the proper performance by Green River of its service to the public, and will not impair Green River's ability to perform that service.

IT IS THEREFORE ORDERED that:

1. Green River be and it is hereby authorized to execute the proposed amendments to its loan agreements with CoBank.

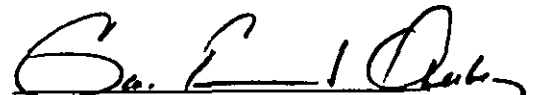
2. The record of the prior proceedings approving the loan agreements, as listed in Exhibit 1 to Green River's motion, are incorporated into this case by reference only.

3. For the purposes of this case the data filed by Green River with its motion is adequate to satisfy the data requirements of 807 KAR 5:001, Section 10.

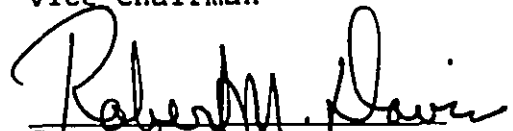
Nothing herein contained shall be deemed a warranty or a finding of value of securities or financing authorized herein on the part of the Commonwealth of Kentucky or any agency thereof.

Done at Frankfort, Kentucky, this 19th day of June, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director, Acting